

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Behavioral Health	(2) MEETING DATE 3/15/2016	(3) CONTACT/PHONE Darci Hafley 805-788-2156	
(4) SUBJECT Request to approve an amendment to the Multi-Year State Agreement with the Department of Health Care Services to increase funding for FY 2016-17 in the amount of \$936,694, for an overall contract amount of \$9,464,445, to provide substance use disorder services. All Districts.			
(5) RECOMMENDED ACTION It is recommended that the Board approve a Standard Agreement Amendment to the Multi-Year State Agreement with the Department of Health Care Services to increase funding for FY 2016-17 in the amount of \$936,694, for an overall contract amount of \$9,464,445, to provide substance use disorder services.			
(6) FUNDING SOURCE(S) Drug Medi-Cal	(7) CURRENT YEAR FINANCIAL IMPACT \$0	(8) ANNUAL FINANCIAL IMPACT \$936,694.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ____) <input type="checkbox"/> Board Business (Time Est. ____)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input checked="" type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No		(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: <u>1/27/2015, 5/19/2015, 10/6/2015, 2/23/2016</u>
(17) ADMINISTRATIVE OFFICE REVIEW Morgan Torell			
(18) SUPERVISOR DISTRICT(S) All Districts			

County of San Luis Obispo



TO: Board of Supervisors

FROM: Jeff Hamm, Health Agency Director
Anne robin, L.M.F.T., Behavioral Health Administrator

DATE: 3/15/2016

SUBJECT: Request to approve an amendment to the Multi-Year State Agreement with the Department of Health Care Services to increase funding for FY 2016-17 in the amount of \$936,694, for an overall contract amount of \$9,464,445, to provide substance use disorder services. All Districts.

RECOMMENDATION

It is recommended that the Board approve a Standard Agreement Amendment to the Multi-Year State Agreement with the Department of Health Care Services to increase funding for FY 2016-17 in the amount of \$936,694, for an overall contract amount of \$9,464,445, to provide substance use disorder services.

DISCUSSION

On [January 27, 2015](#), the Board approved a three year Standard Agreement with the Department of Health Care Services for substance abuse disorder services, and on [May 19, 2015](#), [October 6, 2015](#), and [February 23, 2016](#) subsequent amendments for increased appropriations were approved for Fiscal Years (FY) 2014-15 and 2015-16. This amendment increases appropriations for FY 2016-17 by \$936,694.

The State allocates State and Federal funding to counties for substance abuse prevention, treatment, and recovery services through a Multi-Year Contract for Substance Use Disorder (SUD) Services. The contract is for a three year duration (FY 2014-15 through FY 2016-17).

The funding components contained within the SUD contract include:

- 1) Substance Abuse Prevention and Treatment Block Grant for the purpose of planning, carrying out and evaluating activities to prevent and treat substance abuse.
- 2) Drug Medi-Cal benefits through the utilization of Federal and State funds available pursuant to Title XIX and Title XXI of the Social Security Act for reimbursable services rendered by certified Drug Medi-Cal providers. This includes the Intensive Outpatient Treatment programs provided by County Staff and a Narcotic Treatment Provider (Aegis Treatment Centers, LLC) for opiate withdrawal and treatment services.

OTHER AGENCY INVOLVEMENT/IMPACT

County Counsel has approved the contract as to form and legal effect.

FINANCIAL CONSIDERATIONS

It is typical for DHCS to produce multiple amendments throughout the course of the contract. As the Behavioral Health Department plans for these amendments, the County FY 2016-17 budget will include appropriations for the total FY 2016-17 contract amount (shown in the table below). The increase included in this amendment is a result of an increase to the County's Federal share of Drug Medi-Cal funds. The increased Medi-Cal enrollments are a result of increased eligibility of the Medi-Cal expansion included in the Affordable Care Act. As more individuals enroll in Medi-Cal, the share for each County is increased.

No budget adjustment is required. The required match is covered by the Department's 2011 Realignment funding and is included in the FY 2016-17 budget submittal. Approval of the amendment does not increase the level of General Fund support required by the Department.

Fiscal Year	Original Amount	Amendment 1	Amendment 2	Amendment 3	Amendment 4
2014-15	\$2,486,368	\$2,537,853 (\$51,485 increase)	\$2,537,853	\$2,537,853	\$2,537,853
2015-16	\$2,486,368	\$2,486,368	\$2,618,321 (\$131,953 increase)	\$3,503,530 (\$885,209 increase)	\$3,503,530
2016-17	\$2,486,368	\$2,486,368	\$2,486,368	\$2,486,368	\$3,423,062 (\$936,994 increase)
Total	\$7,459,104	\$7,510,589	\$7,642,542	\$8,527,751	\$9,464,445

RESULTS

This contract is an important funding source to the Behavioral Health Department to provide substance use disorder prevention and treatment services. Outcomes of these programs are articulated in the Department's Performance Measures, which are a part of the County budget process. These performance measures for FY 2014-15 include:

- Of the approximately 805 substance use disorder treatment clients served in FY 2014-15, 94.8% reduced or eliminated their use of drugs and alcohol, which is slightly higher than the state average of 94.5%, (761/805) ; and
- 86% of clients (693/805) also indicated that their satisfaction with treatment as either "Extremely Satisfied" or "Very Satisfied".

The funds received through this Standard Amendment Agreement to the State's Multi-Year Contract for SUD services help the County Behavioral Health Department achieve its mission of promoting safe, healthy, responsible and informed choices concerning alcohol and other drugs. That mission contributes to the efforts to achieve the desired communitywide result of both a "Healthy Community" and a "Safe Community".

ATTACHMENTS

1. DHCS Standard Agreement Amendment 4
2. Exhibit A A2 - Scope of Work
3. Exhibit A, Attachment I A2 - Program Specifications
4. Exhibit B A2 - Budget Detail and Payment Provisions
5. Exhibit B, Attachment I A4 - Funding Amounts
6. Exhibit E, A1 - Additional Provisions
7. CCC-307 Contractor Certification